THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI DALBIR SINGH): (a) to (c). There is no such scheme run on State expenses. However, victims of Hit and Run cases, against injury or death in a road accident, are compensated out of a Fund known as 'Solatium Fund', set up under the Motor Vehicles Act, which is maintained and run by the General Insurance Corporation of India through its four subsidiary companies. The compensation payable in the event of death is Rs.8,500/- and in the case of grievous hurt, it is Rs. 2,000/-

[*Translation*]

Targets for Financing Seventh Five Year Plan

2650. SHRI ANAND RATNA MAURYA: Will the Minister of finance be pleased to state:

(a) whether the targets for financing the Seventh Five Year Plan fixed under the long term fiscal policy declared in 1985 had been achieved;

(b) if so, the details thereof;

(c) if not, the extent to which the targets had been achieved; and

(d) the steps proposed to be taken by the Government in this reagard?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI RAMESHWAR THAKUR): (a) to (c). The Seventh Five Plan targets for selected fiscal indicators were annualised in the Long Term Fiscal Policy Document. Actuals for the five years of the Seventh Plan and the annualised targets are given in the statement.

The data *inter-alia* reveal that: (a) tax revenues have also performed better; (c) non-plan revenue expenditure particularly defence; interest payments, and food and fertilizers subsidies exceeded the targets; (d) in financing the Plan, the shares of domestic borrowings and budgetary deficits have far exceeded the targets; and, internal and extrabudgetary resources of public sector undertakings were lower than the targets by significant margins.

(d): Fiscal adjustments measures already undertaken by the Government include: (i) a planned reduction in fiscal deficit by 2 per-centage points of Gross Domestic Product (GDP) from about 8.4 per cent of GDP in 1990-91 (RE) to 6.5 per cent in 1991-92. (ii) disinvestment of government equity to the extent of 20 per cent in selected public sector undertakings; (iii) abolition of cash compensatory supports for exports and sugar subsidy; (iv) substantial reduction of fertiliser subsidies and (v) prioritising the projects.

However, there is no proposal at present for announcing a new Long Term. Fiscal Policy.

STATEMENT

Important Fiscal Parameters and Assistance for State & UT Plans (Seventh Plan Projections*: A comparison with Actuals)

(As percent of Gup.)

		1985 — 86		1986 — 87		1987 — 88		1988 — 89		1989 — 90	
		A/c	LTFP	A/c	LTFP	A/c	LTFP	A/c	LTFP	A/c	LTFP
1.	Tax Revenue (net of States' share)	8.7	7.8	9.0	8.2	9.1	8.7	9.2	9.2	9.3	9.4
(a)	Direct Taxes	1.5	1.5	1.5	1.7	1.3	1.8	1.7	2.0	1.5	2.1
(b)	Indirect Taxes	7.1	6.3	7.5	6.5	7.7	6.9	7.5	7.2	7.8	7.3
2.	Non-Tax Revenue	3.1	3.0	3.5	2.9	3.2	2.8	2.9	2.7	3.6	2.7
3.	Non-Plan Revenue Expenditure	11.9	11.1	12.9	11.3	13.3	11.5	13.2	11.6	14.1	11.9
(a)	Defence	3.5	3.3	4.1	3.4	4.3	3.5	4.1	3.6	3.9	3.8
(b)	Interest Payments	3.1	3.0	3.4	3.3	3.6	3.6	3.9	3.9	4.3	4.1
(c)	Food and Fertilizer Subsidies	1.5	1.2	1.4	1.1	1.4	1.1	1.5	1.0	1.7	1.0
(d)	All others	3.9	3.6	4.0	3.4	4.0	3.3	3.7	3.1	4.3	3.0
4.	Balance from current Revenue (BCR)	—0.1	—0.4	—0.5	—0.2	—.10	neg.	—1.1	0.3	—1.2	0.2
5.	Central Plan	8.1	7.5	8.7	7.5	8.3	7.5	8.2	7.5	8.7	7.5
6.	Assistance for State & UT Plans	2.9	2.7	3.0	2.7	3.2	2.6	2.8	2.6	2.5	2.5

(As percent of Gup.)

		1985 — 86		1986 — 87		1987 — 88		1988 — 89		1989 — 90	
		A/c	LTFP	A/c	LTFP	A/c	LTFP	A/c	LTFP	A/c	LTFP
7.	Domestic Borrowings	6.9	6.4	8.3	5.6	8.4	5.0	7.7	4.4	7.7	4.2
(a)	Market Borrowings	2.0	2.1	2.0	1.6	1.9	1.5	2.3	1.5	1.8	1.5
(b)	Budgetary Deficit	2.0	1.3	3.0	1.2	1.9	1.1	1.5	1.0	2.6	0.9
(c)	Others	2.9	3.0	3.3	2.8	4.6	2.4	3.9	1.9	3.3	1.8
8.	Internal & Extra-budgetary Resources of PSUs	3.1	2.9	2.6	3.4	3.0	3.7	3.0	4.0	3.2	4.1

Note: 1. *The yearly projections given in LTEP document, are annualised Seventh Five Year Plan targets which are expressed as ratios of annualised GDP. In case of actuals, the new series of GDP has been converted to conform to all series (as in LTFP) by using appropriate conversion factor.

2. BCR for the Centre as defined in plan documents is the balance of current receipts (excluding external grant over Non-Plan revenue expenditue (including Capital outlays on border roads and defence).